

84th Congress
1st Session

House of Representatives

Report
No. 1116

July 12, 1955

CHAPTER III

SUBCOMMITTEE

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CENTRAL INTELLIGENCE AGENCY

The bill includes \$3,000,000 for the preparation of detail plans and specifications for the proposed building to house the Central Intelligence Agency. Funds for construction of the building budgeted in the amount of \$59,500,000 are denied. It is felt that the inadequate planning with respect to both the site and the structure as evidenced in the hearings on this item gives the Committee no alternative but to defer action until a more firm program can be presented.

DEPARTMENT OF DEFENSE

INTERSERVICE ACTIVITIES

The budget estimate of \$2,250,000 for advances to the Bureau of Public Roads for access roads is approved. These funds are used for the construction of roads to military installations and defense plants upon certification by the Secretary of Defense under authority of the Defense Highway Act of 1941, as amended.

The bill includes the full amount of the budget estimate, \$4,200,000 for the construction of additional Loran stations by the Coast Guard. The contemplated program will extend to certain vital areas the present Loran system.

MILITARY CONSTRUCTION

SUBMISSION OF BUDGET ESTIMATES

The most important comment the Committee can make with respect to this chapter in the accompanying bill is to call to the attention of the Congress the apparent disregard on the part of responsible officials of the Executive Branch of the statutory responsibilities of the Congress to fully evaluate and pass upon the fiscal requirements of the Executive Branch. Why this Committee and the Congress should be obliged to consider during the closing days of each session of the Congress measures of this magnitude and importance is difficult to understand. A valid reason has not yet been advanced.

Comparative statement of budget estimates and amounts recommended in the bill

H. Doc. No.	Department or activity	Budget estimates	Recommended in bill	Bill compared with estimates
	DEPARTMENT OF COMMERCE			
	CIVIL AERONAUTICS ADMINISTRATION			
171	Construction, Washington National Airport.....	\$2, 600, 000	\$2, 600, 000	-----
	COAST AND GEODETIC SURVEY			
171	Salaries and expenses.....	159, 000	159, 000	-----
	MARITIME ACTIVITIES			
171	Ship construction.....	12, 650, 000	-----	-\$12, 650, 000
171	Maritime training.....	115, 000	100, 000	- 15, 000
	Total, Department of Commerce.....	15, 524, 000	2, 859, 000	- 12, 665, 000
	SMALL BUSINESS ADMINISTRATION			
203	Salaries and expenses.....	2, 700, 000	2, 020, 000	- 680, 000
203	Revolving fund.....	25, 000, 000	25, 000, 000	-----
	Total, Small Business Administration.....	27, 700, 000	27, 020, 000	- 680, 000
	Total, Chapter II.....	43, 224, 000	29, 879, 000	- 13, 345, 000

(b) With respect to Matagorda Island Air Force Range, Texas, under the heading "Continental United States" and subheading "Strategic Air Command" in section 301 strike "\$607,000" and insert in lieu thereof "\$847,000".

(c) With respect to Bismarck-Minot area, North Dakota, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "Bismarck-Minot area, North Dakota" and "\$6,494,000" and insert in lieu thereof "Minot Site, North Dakota" and "\$12,124,000", respectively.

(d) With respect to Fargo area, North Dakota, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "Fargo area, North Dakota" and "\$7,055,000" and insert in lieu thereof "Grand Forks Site, North Dakota" and "\$10,903,000", respectively.

(e) With respect to Glasgow-Miles City area, Montana, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "Glasgow-Miles City area, Montana" and "\$8,391,000" and insert in lieu thereof "Glasgow Site, Montana" and "\$10,660,000", respectively.

(f) With respect to K. I. Sawyer Airport, Marquette, Michigan, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "\$8,556,000" and insert in lieu thereof "\$9,949,000".

(g) With respect to Traverse City area, Michigan, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "\$8,635,000" and insert in lieu thereof "\$10,267,000".

(h) With respect to Ellington Air Force Base, Houston, Texas, under the heading "Continental United States" and subheading "Air Training Command" in section 301 strike "\$1,073,000" and insert in lieu thereof "\$2,478,000".

(i) With respect to Webb Air Force Base, Big Spring, Texas, under the heading "Continental United States" and subheading "Air Training Command" in section 301 strike "\$100,000" and insert in lieu thereof "\$135,000".

(j) With respect to Norton Air Force Base, San Bernardino, California, under the heading "Continental United States" and subheading "Air Materiel Command" in section 301 strike "\$4,303,000" and "\$2,183,000" and insert in lieu thereof "\$4,735,000" and "\$2,615,000", respectively.

(k) With respect to Wright-Patterson Air Force Base, Dayton, Ohio, under the heading "Continental United States" and subheading "Air Materiel Command" in section 301 strike "\$5,847,000" and insert in lieu thereof "\$6,849,000".

(l) With respect to Atlantic City Consolan Station, Atlantic City, New Jersey, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "\$72,000" and insert in lieu thereof "\$285,000".

(m) With respect to Nantucket Consolan Station, Nantucket, Massachusetts, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "\$107,000" and insert in lieu thereof "\$224,000".

(n) With respect to Pescadero Consolan Station, Pescadero, California, under the heading "Continental United States" and subheading "Air

Section 301. Defense Command" in section 301 strike "\$107,000" and insert in lieu thereof "\$224,000".

(o) With respect to Point Conception Consolan Station, Point Conception, California, under the heading "Continental United States" and subheading "Air Defense Command" in section 301 strike "\$72,000" and insert in lieu thereof "\$232,000".

(p) In clause (3) of section 502 thereof delete the amounts "\$389,125,000" and "\$398,954,000" and insert in lieu thereof the amounts "\$405,176,000" and "\$415,005,000", respectively.

SEC. 305. Classified location: The authority granted by section 302, of the Act of July 14, 1952, may be utilized to the extent of \$8,127,400 for the direct construction of family housing.

TITLE IV

SEC. 401. The Director of Central Intelligence is authorized to provide for a headquarters installation for the Central Intelligence Agency, in the District of Columbia or elsewhere, by the acquisition of land at a cost of not to exceed \$1,000,000, and construction of buildings, facilities, appurtenances, utilities, and access roads at a cost of not to exceed \$54,500,000, of which not more than \$8,500,000 shall be available for transfer to the National Capital Planning Commission and the Department of the Interior for acquisition of land for and construction to extend the George Washington Memorial Parkway to the present site of the research station of the Bureau of Public Roads at Langley, Fairfax County, Virginia: Provided, That at such time as it is determined that construction of such headquarters installation at said research station will not be commenced or continued, said amount of \$8,500,000, or the remainder thereof, shall no longer be available for obligation: Provided further, That at such time as the Central Intelligence Agency occupies the headquarters installation authorized by this title, the Administrator of General Services is authorized and directed to accomplish the demolition and removal of temporary Government building space in the District of Columbia of equivalent occupancy to that relinquished by the Central Intelligence Agency.

TITLE V

GENERAL PROVISIONS

SEC. 501. The Secretaries of the Army, Navy, and Air Force are respectively authorized to proceed with the establishment or development of military and naval installations and facilities as authorized by titles I, II, and III of this Act, and the Director of Central Intelligence is authorized to proceed with the establishment of a Central Intelligence Agency Headquarters Installation as authorized by title IV of this Act, without regard to the provisions of sections 1136, 3648, and 3734, as respectively amended, of the Revised Statutes, and prior to approval of title to underlying land, as provided by section 355, as amended, of the Revised Statutes. The authority under this Act of the Secretary of a military department to provide family housing includes authority to acquire such land as the Secretary concerned determines, with the approval of the Secretary of Defense, to be necessary in connection therewith. The authority to establish or develop such installations and facilities shall include, in respect of those installations and facilities as to which family housing or the ac-

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Review of this document by CIA has

☒ CIA has no objection to declass

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interest that must remain

84TH CONGRESS } HOUSE OF REPRESENTATIVES { DOCUMENT
1st Session } { No. 210

DRAFT OF PROPOSED PROVISION PERTAINING TO CENTRAL INTELLIGENCE AGENCY AND PROPOSED SUPPLEMENTAL APPROPRIATIONS FOR THE DEPARTMENT OF DEFENSE

COMMUNICATION

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

A DRAFT OF A PROPOSED PROVISION PERTAINING TO THE CENTRAL INTELLIGENCE AGENCY AND PROPOSED SUPPLEMENTAL APPROPRIATIONS FOR THE FISCAL YEAR 1956, IN THE AMOUNT OF \$1,480,000,000, FOR THE DEPARTMENT OF DEFENSE

JULY 1, 1955.—Referred to the Committee on Appropriations and ordered to be printed

THE WHITE HOUSE,
Washington, July 1, 1955.

THE SPEAKER OF THE HOUSE OF REPRESENTATIVES.

SIR: I have the honor to transmit herewith for the consideration of the Congress a draft of a proposed provision pertaining to the Central Intelligence Agency and proposed supplemental appropriations for the fiscal year 1956, in the amount of \$1,480,000,000, for the Department of Defense.

The details of these proposed appropriations, the necessity therefor, and the reasons for their submission at this time are set forth in the attached letter from the Director of the Bureau of the Budget, with whose comments and observations thereon I concur.

Respectfully yours,

DWIGHT D. EISENHOWER.

Document No. _____
Review of this document by CIA has
determined that

☒ CIA has no objection to declass
☐ It contains information of CIA

interest that must remain
classified in

Authority: HR 76-2

☐ It contains nothing of CIA interest

EXECUTIVE OFFICE OF THE PRESIDENT,
BUREAU OF THE BUDGET,
Washington 25, D. C., June 30, 1955.

The PRESIDENT,
The White House.

SIR: I have the honor to submit herewith for your consideration a draft of a proposed provision pertaining to the Central Intelligence Agency and proposed supplemental appropriations for the fiscal year 1956, in the amount of \$1,480,000,000, for the Department of Defense, as follows:

CENTRAL INTELLIGENCE AGENCY

CONSTRUCTION

For the acquisition of land and construction of a Central Intelligence Agency headquarters installation, in the District of Columbia or elsewhere, and acquisition of land for and construction of roads, as authorized by the Act of —, 1955 (Public Law —), to remain available until expended, \$59,500,000, to be derived from unobligated balances of appropriations made available to the Central Intelligence Agency for the fiscal years 1953 and 1954.

DEPARTMENT OF DEFENSE

INTERSERVICE ACTIVITIES

ACCESS ROADS

For advances to the Bureau of Public Roads, Department of Commerce, for the purposes of section 6 of the Defense Highway Act of 1941 (55 Stat. 765), as amended, and section 12 of the Federal-Aid Highway Act of 1950 (64 Stat. 785), as amended, when projects authorized therein are certified as important to the national defense by the Secretary of Defense, **[\$13,500,000]** \$2,250,000, to remain available until expended.

LORAN STATIONS

For construction of additional Loran Stations by the Coast Guard, to remain available until expended, \$4,200,000, which shall be transferred to the appropriation, "Acquisition, construction, and improvements", Coast Guard.

DEPARTMENT OF THE ARMY

MILITARY CONSTRUCTION, ARMY

For acquisition, construction, installation, and equipment of temporary or permanent public works, military installations, and facilities, for the Army, as authorized by the Act of September 28, 1951 (Public Law 155), the Act of July 14, 1952 (Public Law 534), the Act of August 7, 1953 (Public Law 209), the Act of July 27, 1954 (Public Law 534), the Act of September 1, 1954 (Public Law 765), and the Act of —, 1955 (Public Law —), without regard to sections 1136 and 3734, Revised Statutes, as amended; including hire of passenger motor vehicles; to remain available until expended, \$545,000,000, to be derived by transfer from the appropriation for "Procurement and production, Army".

DEPARTMENT OF THE NAVY

[Public Works, Navy]

MILITARY CONSTRUCTION, NAVY

For an additional amount for acquisition, construction, installation, and equipment of temporary or permanent public works, naval installations, and facilities for the Navy, as authorized by the **[Act of June 16, 1948 (62 Stat. 459),]** Act of September 28, 1951 (Public Law 155, Eighty-second Congress), the Act of July 14, 1952 (Public Law 534, Eighty-second Congress), the Act of August 7, 1953 (Public Law 209), the Act of July 27, 1954 (Public Law 534, Eighty-third Con-

gress), the Act of September 1, 1954 (Public Law 765), and the Act of —, 1955 (Public Law —), without regard to sections 1136 and 3734, Revised Statutes, as amended; including [not to exceed \$3,750,000 for advance planning as authorized by section 504 of said Act of September 28, 1951;] hire of passenger motor vehicles; furniture for public quarters; and personnel in the Bureau of Yards and Docks and other personal services necessary for the purposes of this appropriation; [and engineering and architectural services as authorized by section 3 of the Act of April 25, 1939 (34 U. S. C. 556); \$98,000,000] \$528,550,000, to remain available until expended.

DEPARTMENT OF THE AIR FORCE

[Acquisition and Construction of Real Property]

MILITARY CONSTRUCTION, AIR FORCE

For an additional amount for acquisition, construction, installation, and equipment of temporary or permanent public works, military installations, and facilities for the Air Force as authorized by the [Act of January 6, 1951 (Public Law 910, Eighty-first Congress)] Act of September 11, 1950 (Public Law 783), the Act of September 28, 1951 (Public Law 155, Eighty-second Congress), the Act of July 14, 1952 (Public Law 534, Eighty-second Congress), the Act of August 7, 1953 (Public Law 209, Eighty-third Congress), the Act of April 1, 1954 (Public Law 325, Eighty-third Congress), the Act of July 27, 1954 (Public Law 534, Eighty-third Congress), the Act of September 1, 1954 (Public Law 765), and the Act of —, 1955 (Public Law —), without regard to sections 1136 and 3734, Revised Statutes, as amended; including hire of passenger motor vehicles; [\$630,000,000] to remain available until expended, \$1,200,000,000, of which \$255,000,000 shall be derived by transfer from the appropriation for "Procurement and production, Army".

GENERAL PROVISIONS

SEC. [902] —. Funds appropriated to the military departments for military public works in prior years are hereby made available for military public works authorized for each such department by the [Act of July 27, 1954 (Public Law 534, Eighty-third Congress): Provided, That not to exceed \$5,000,000 of such prior year funds appropriated to the Department of the Army shall be available for the purposes of advance planning as authorized by section 504 of the Act of September 28, 1951 (Public Law 155, Eighty-second Congress)] Act of —, 1955 (Public Law —).

SEC. [903] —. None of the funds appropriated in this Act shall be expended for payments under a cost-plus-a-fixed-fee contract for work where cost estimates exceed \$25,000 to be performed within the continental United States without the specific approval in writing of the Secretary of Defense setting forth the reasons therefor.

SEC. [904] —. None of the funds appropriated in this Act shall be expended for additional costs involved in expediting construction [Provided, That the Secretary of Defense, or his designee for the purpose, shall establish], unless the Secretary of Defense certifies such costs to be necessary to protect the national interest and establishes a reasonable completion date for each such project, taking into consideration the urgency of the requirement, the type and location of the project, the climatic and seasonal conditions affecting the construction and the application of economical construction practices.

SEC. [905] —. None of the funds appropriated in this Act shall be used for the construction, replacement, or reactivation of any bakery, laundry, or dry-cleaning facility in the United States, its Territories or possessions, as to which the Secretary of Defense does not certify, in writing, giving his reasons therefor, that the services to be furnished by such facilities are not obtainable from commercial sources at reasonable rates.

[SEC. 906. (a) The Department of Defense is authorized to acquire by purchase, or by lease or otherwise for a period not to exceed seven years, not to exceed six vessels capable of transporting, loading and unloading railroad rolling stock, on rails by the roll-on, roll-off method, as well as, wheeled and tracked military equipment to be loaded and discharged under their own power.]

[(b) Funds are hereby authorized to be appropriated for the purpose of carrying out the provisions of this section.]

[SEC. 907. The Secretary of the Army is authorized to receive the sum of \$500,000 in partial consideration for the conveyance by the Secretary of Health, Education, and Welfare for educational purposes pursuant to the provisions of

4 CENTRAL INTELLIGENCE AGENCY AND DEPARTMENT OF DEFENSE

the Federal Property and Administrative Services Act of 1949 to the Los Angeles City High School District of Los Angeles County, California, of all right, title, and interest of the United States to that portion of the Birmingham General Hospital tract now occupied by troops (consisting of 40.0 acres of land, more or less, and improvements thereon) located at Van Nuys, California, provided such sum is received by the Secretary of the Army on or before 1 July 1956. Upon receipt by the Secretary of the Army such sum shall be credited to the appropriation, "Military Construction, Army", and shall be available for (1) the construction and other costs involved in moving to a suitable Government-owned site not more than eight buildings to be selected by the Secretary of the Army to be excluded from the conveyance by the Secretary of Health, Education, and Welfare, and (2) the construction of additional supporting facilities at such site as may be required for authorized defense construction, at a total cost of not to exceed \$500,000.]

[In addition to other terms, conditions, and restrictions contained in the deed whereby the Birmingham General Hospital is conveyed to such School District, the School District shall agree, as a part of the consideration for the conveyance to permit any buildings required by the Secretary of the Army to remain in place for continued occupancy by troops for a period of not to exceed nine months after the date of conveyance of said property to the School District.]

Sec. —. Funds appropriated to the military departments for construction are hereby made available for advance planning, construction design and architectural services, as authorized by section 504 of the Act of September 28, 1951 (Public Law 155).

Sec. —. The Secretary of Defense shall determine the size and unit cost of not to exceed three units of family quarters to be constructed under authority of the Act of April 1, 1954 (Public Law 325), notwithstanding the provisions of section 3 of the Act of June 12, 1948 (Public Law 626), or the limitations of section 608 of the Defense Appropriation Act, 1956.

The foregoing proposed supplemental appropriations will be necessary to implement existing statutory authority, and the authority expected to be provided by H. R. 6829 (84th Cong.) for the Central Intelligence Agency construction and by H. R. 5700 (84th Cong.) for military and naval public works which are essential in the current and long-range programs to strengthen and modernize our Armed Forces, and for family housing for the military departments.

A tentative estimate of \$1,910,000,000 for the foregoing purposes was included in the 1956 budget for the Department of Defense. This was to be financed by the transfer of \$700,000,000 from "Army stock fund," the transfer of \$800,000,000 from "Procurement and production, Army," and new obligational authority of \$410,000,000. The revised estimates of \$2,280,000,000 include amounts for additional military family housing, additional urgent needs of the Air Force, and a classified requirement. Inasmuch as the Department of Defense Appropriation Act, 1956, in the form enacted would reduce the amount available in the Army stock fund by \$700,000,000, this amount is not available for transfer. This action by the Congress has the effect of increasing by \$700,000,000 the amount of new obligational authority required for the fiscal year 1956. Accordingly, the foregoing estimates provide for the transfer of \$800,000,000 from "Procurement and production, Army," and new obligational authority of \$1,480,000,000.

I recommend that the foregoing proposed appropriations be transmitted to the Congress.

Respectfully yours,

ROWLAND HUGHES,
Director of the Bureau of the Budget.

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